



A BILL FOR AN ORDINANCE

RELATING TO THE REAL PROPERTY TAX EXEMPTION FOR CREDIT UNIONS.

BE IT ORDAINED by the People of the City and County of Honolulu:

SECTION 1. Purpose. The purpose of this ordinance is to amend the real property tax exemption for credit unions.

SECTION 2. Section 8-10.24, Revised Ordinances of Honolulu 1990, as amended, is amended to read as follows:

"Sec. 8-10.24 Exemption—Credit union.

- (a) Real property owned in fee simple or leased for a period of one year or more by a federal or state credit union which is actually and exclusively used for credit union purposes shall be exempt from real property taxes to the extent taxes assessed exceed \$1,000.00. If the property for which exemption is claimed is leased, the lease agreement shall be in force and recorded in the bureau of conveyances at the time the exemption is claimed. As used in this section, "federal credit union" means a credit union organized under any Federal law including the Federal Credit Union Act of 1934, 12 U.S.C. Chapter 14, as amended, and "state credit union" means a credit union organized under [the Hawaii Credit Union Act, HRS Chapter 410, as amended] State law.
- (b) If any portion of the property which might otherwise be exempted under this section is used for commercial or other purposes not within the conditions necessary for exemption (including any use the primary purpose of which is to produce income even though such income is to be used for or in furtherance of the exempt purposes) that portion of the premises shall not be exempt but the remaining portion of the premises shall not be deprived of the exemption if the remaining portion is used exclusively for purposes within the conditions necessary for exemption. In the event of an exemption of a portion of a building, the tax shall be assessed upon so much of the value of the building (including the land thereunder and the appurtenant premises) as the proportion of the floor space of the nonexempt portion bears to the total floor space of the building."

SECTION 3. Ordinance material to be repealed is bracketed. New ordinance material is underscored. When revising, compiling or printing this ordinance for inclusion in the Revised Ordinances of Honolulu, the revisor of ordinances need not include the brackets, the bracketed material or the underscoring.



CITY COUNCIL
CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ORDINANCE 15-36
BILL 30 (2015), CD1

A BILL FOR AN ORDINANCE

SECTION 4. This ordinance takes effect upon its approval and applies to tax years beginning July 1, 2016 and thereafter.

INTRODUCED BY:

Ernest Martin (BR)

DATE OF INTRODUCTION:

April 13, 2015
Honolulu, Hawaii

Councilmembers

APPROVED AS TO FORM AND LEGALITY:


Deputy Corporation Counsel

APPROVED this 19th day of August, 2015.


KIRK CALDWELL, Mayor
City and County of Honolulu

CITY COUNCIL
CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII
CERTIFICATE

ORDINANCE 15-36

BILL 30 (2015), CD1

Introduced: 04/13/15

By: ERNEST MARTIN (BR)

Committee: BUDGET

Title: A BILL FOR AN ORDINANCE RELATING TO THE REAL PROPERTY TAX EXEMPTION FOR CREDIT UNIONS.

Voting Legend: * = Aye w/Reservations

04/22/15	COUNCIL	BILL PASSED FIRST READING AND REFERRED TO COMMITTEE ON BUDGET. 9 AYES: ANDERSON, ELEFANTE, FUKUNAGA, KOBAYASHI, MANAHAN, MARTIN, MENOR, OZAWA, PINE.
05/12/15	SPECIAL BUDGET	CR-174 – BILL REPORTED OUT OF COMMITTEE FOR PASSAGE ON SECOND READING AND SCHEDULING OF A PUBLIC HEARING.
05/23/15	PUBLISH	PUBLIC HEARING NOTICE PUBLISHED IN THE HONOLULU STAR-ADVERTISER.
06/03/15	COUNCIL/PUBLIC HEARING	PUBLIC HEARING CLOSED. CR-174 AND BILL RECOMMITTED TO COMMITTEE ON BUDGET. 9 AYES: ANDERSON, ELEFANTE, FUKUNAGA, KOBAYASHI, MANAHAN, MARTIN, MENOR, OZAWA, PINE.
06/17/15	BUDGET	CR-252 – BILL REPORTED OUT COMMITTEE FOR PASSAGE ON SECOND READING AS AMENDED IN CD1 FORM.
07/08/15	COUNCIL	CR-252 ADOPTED. BILL PASSED SECOND READING AS AMENDED AND REFERRED TO COMMITTEE ON BUDGET. 8 AYES: ANDERSON, ELEFANTE, FUKUNAGA, KOBAYASHI, MARTIN, MENOR, OZAWA, PINE. 1 ABSENT: MANAHAN.
07/15/15	PUBLISH	SECOND READING NOTICE PUBLISHED IN HONOLULU STAR-ADVERTISER.
07/22/15	BUDGET	CR-287 – BILL REPORTED OUT OF COMMITTEE FOR PASSAGE ON THIRD READING.
08/05/15	COUNCIL	CR-287 ADOPTED AND BILL 30 (2015), CD1 PASSED THIRD READING. 9 AYES: ANDERSON*, ELEFANTE, FUKUNAGA, KOBAYASHI, MANAHAN, MARTIN, MENOR, OZAWA, PINE.

I hereby certify that the above is a true record of action by the Council of the City and County of Honolulu on this BILL.


GLEN TAKAHASHI, CITY CLERK


ERNEST Y. MARTIN, CHAIR AND PRESIDING OFFICER